Closure of Industries

†481. SHRI JAI PARKASH AGGARWAL: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether different industries have been closed in the country;

(b) if so, the State-wise details thereof, as on date;

(c) whether there is any proposal with Government to rehabilitate these workers;

(d) if so, whether there is any proposal with Government to re-start these industries; and

(e) if so, the details of financial assistance to be provided by Government to rehabilitate these workers?

THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL POLICY AND PROMOTION, MINISTRY OF COMMERCE AND INDUSTRY (SHRI ASHWANI KUMAR): (a) to (e) The data on closed industrial units in the country is compiled by Labour Bureau, Shimla, under the Ministry of Labour and Employment. A State-wise list of permanent closure of industrial units and workers affected during the years 2006 to 2008 (Upto August, 2008- Provisional) as per the data furnished by the Labour Bureau is given in the Statement-I. (*See* below).

As per the data compiled by the Reserve Bank of India (RBI) from the scheduled commercial banks, there were 1,14,132 sick micro and small enterprises (MSEs) in the country as at the end of March, 2007. The State-wise details are given in Statement-II. (*See* below).

Various measures have been taken to facilitate timely identification and rehabilitation of potentially viable sick MSEs. These include setting up of State Level Inter-Institutional Committee in each State under the convenorship of RBI. Further, the RBI has issued detailed guidelines to banks in January, 2002 on detection of sickness at an early stage and taking remedial measures, and for rehabilitation of sick MSEs identified as potentially viable. These guidelines include, *inter-alia,* change in the definition of sick MSEs, norms for deciding their viability, concessional finance, etc. with a view to helping the banks in detecting sickness at an early stage and taking corrective action for revival of the potentially viable sick MSEs. In line with the 'Policy Package for Stepping up Credit to Small and Medium Enterprises (SMEs)' announced by the Government in August, 2005, the RBI has further issued guidelines in September, 2005 to the Banks regarding debt restructuring mechanism for SMEs to facilitate restructuring of debt of all eligible SMEs.

Besides providing a policy regime that facilitates and fosters growth and development of industries, steps taken for revival of sick industrial units, *inter-alia,* include setting up of Board of Industrial and Financial Reconstruction (BIFR) and issue of guidelines by Reserve Bank of India to banks for financial support and amalgamation of sick units with healthy units. Wherever feasible rehabilitation schemes are sanctioned for the revival of the units registered with the BIFR which, *inter-alia,* include restructuring of the capital, induction of fresh funds by the promoters, Government assistance for public sector units, merger with other companies, relief and concessions in the form of rescheduling of dues by Financial Institutions, banks and Government and change of management.

---

†Original notice of the question was received in Hindi

Statement-I

State and Industry-wise number of permanent closures and workers affected during the years 2006, 2007 and 2008 (upto August, 2008-Provisional)

State/Union Territory	No. of Units			No. of workers affected		
	2006	2007	2008 (upto Aug)	2006	2007	2008 (upto Aug)
Bihar	1			14		
Chandigarh		1				1
Delhi		1				196
Goa	1			100		
Gujarat	4	2		430	45	
Haryana	3	4	5	118	198	330
Himachal Pradesh	1	6		10	139	
Jammu & Kashmir	3			54		
Karnataka	5	1	1	379	4	30
Kerala	5	3		121	45	
Orissa		1			10	
Sikkim		1			49	
Tamil Nadu	1				26	
Tripura	127	53	15	3681	1285	361
Uttar Pradesh	10	15		1269	1941	
Uttarakhand	1	2		77	116	
West Bengal	5	2		925	36	
Puducherry	2			11		
State sphere	168	91	23	7189	3894	918
Central sphere	(-)	(-)	(-)	(-)	(-)	(-)
Grand Total	168	91	23	7189	3894	918

(-) = Nil

Note: The information in respect of remaining states/Union Territory is 'Nil'.

Statement-II

State-wise Viability Position of Sick SSI as at the end of March 2007

States/Union Territories	Potentially Viable		Non-Viable		Viability yet to be decided		Total Sick Units		Of Viable Units, those put under Nursing	
	Units	O/S	Units	O/S	Units	O/S	Units	O/S	Units	O/S
1	2	3	4	5	6	7	8	9	10	11
Eastern Region										
A.N. Islands	0	0	0	0	0	0	0	0	0	0
Arunachal Pradesh	0	0	20	0.35	0	0	20	0.35	0	0
Assam	223	1.10	5236	59.41	0	0	5459	60.51	0	0
Bihar	543	14.16	5411	43.61	10	1.57	5964	59.34	1	0.14
Jharkhand	16	0.75	2025	55.58	0	0	2041	56.33	9	0.68
Manipur	0	0	362	3.47	0	0	362	3.47	0	0
Meghalaya	1	0.01	43	0.85	0	0	44	0.86	0	0
Mizoram	0	0	16	0.31	0	0	16	0.31	0	0
Nagaland	0	0	41	1.46	0	0	41	1.46	0	0
Orissa	245	5.83	3356	64.49	1	0.60	3602	70.92	7	4.76
Sikkim	0	0	14	0.12	0	0	14	0.12	0	0
Tripura	3	0.08	3166	4.31	0	0	3169	4.39	0	0

1	2	3	4	5	6	7	8	9	10	11
West Bengal	1245	31.26	27091	302.21	256	19.43	28592	352.9	17	26.93
Sub Total	2276	53.19	46781	536.17	267	21.60	49324	610.96	34	32.51
Northern Region										
Chandigarh	0	0	19	2.17	2	2.41	21	4.58	0	0
Delhi	17	6.25	1204	272.35	31	13.43	1252	292.03	7	3.61
Haryana	10	3.85	630	71.46	10	0.05	650	75.36	8	3.79
Himachal Pradesh	1	0	158	11.38	1	0.02	160	11.4	0	0
Jammu & Kashmir	0	0	588	7.69	0	0	588	7.69	0	0
Punjab	127	2.52	1015	60.56	4	0.03	1146	63.11	7	0.03
Rajasthan	75	23.16	4802	67.91	4	0.11	4881	91.18	4	21.72
Uttar Pradesh	442	69.00	12526	745.92	341	8.47	13309	823.39	18	55.38
Uttarakhand	18	0.22	721	15.91	45	5.61	784	21.74	0	0
Sub Total	690	105.00	21663	1255.35	438	30.13	22791	1390.48	44	84.53
Western Region										
Chhattisgarh	4	1.42	1297	31.55	0	0	1301	32.97	2	0.47
Dadra & Nagar Haveli	1	0	47	1.54	2	0	50	1.54	0	0
Daman & Diu	7	6.59	24	0.41	0	0	31	7.00	0	0

1	2	3	4	5	6	7	8	9	10	11
Goa	0	0	83	7.65	1	0.16	84	7.81	0	0
Gujarat	43	10.51	3247	255.2	60	5.74	3350	271.45	11	10.08
Madhya Pradesh	350	7.63	7946	142.13	15	0.21	8311	149.97	66	2.13
Maharashtra	398	103.13	6989	424.53	14	12.38	7401	540.04	167	33.96
Sub Total	803	129.28	19633	863.01	92	18.49	20528	1010.78	246	46.64
Southern Region										
Andhra Pradesh	10	3034	3501	781.53	9	1.34	3520	786.21	6	3.24
Karnataka	81	19.87	3524	219.8	6	0.55	3611	240.22	14	16.88
Kerala	185	20.18	4240	199.56	1	3.33	4426	223.07	107	18.97
Puducherry	0	0	28	2.16	9	0.42	37	2.58	0	0
Tamil Nadu	242	96.60	9641	899.68	12	6.07	9895	1002.35	137	66.16
Sub Total	518	139.99	20934	2102.73	37	11.71	21489	2254.43	264	105.25
Grand Total	4287	427.46	109011	4757.26	834	81.93	114132	5266.65	588	268.93